
NEWS RELEASE

COMPANY CLOSURES NON BROKERED PRIVATE PLACEMENT

October 12, 2017, Vancouver, British Columbia, Canada: eXeBlock Technology Corporation (the “**Company**”) is pleased to announce that on October 4 and October 6, 2017, the Company completed a non-brokered private placement (the “**Financing**”), which raised total gross proceeds of \$6,197,600 (“**Subscription Funds**”) by the issuance of 17,707,428 subscription receipts (“**Subscription Receipts**”) at a price of \$0.35 per Subscription Receipt. The Subscription Funds paid to the Company were deposited into escrow with the Company’s transfer agent (the “**Escrow Agent**”) pursuant to an escrow agreement dated October 4, 2017 between the Company and the Escrow Agent. The Subscription Funds will be held in escrow until the Company has received all required regulatory approvals including, without limitation, a final receipt for a non-offering prospectus and conditional approval of the listing of the Company’s common shares (the “**Common Shares**”) on the Canadian Securities Exchange (the “**Release Conditions**”). If the Release Conditions have not been satisfied on or before December 31, 2017, the Subscription Funds will be returned to the subscribers without interest. Upon satisfaction of the Release Conditions, each Subscription Receipt will be automatically exchanged, without payment of any additional consideration or further action on the part of the subscriber, for one Common Share and the Subscription Funds will be released to the Company.

Certain finders (the “**Finders**”) assisted the Company in securing subscribers of Subscription Receipts in the Financing. The Company will pay Finders’ fees of an aggregate \$464,820 representing a total of 7.5% of the gross proceeds raised in the Financing from subscribers introduced to the Company by the Finders. Upon the exchange of the Subscription Receipts for Common Shares and the release of the Subscription Funds from escrow, the Company will also issue Finders’ warrants (“**Finders’ Warrants**”) entitling the holders thereof to purchase up to a total of 1,328,057 Common Shares at an exercise price of \$0.35 per Common Share for two years from the date of issuance of the Finders’ Warrants.

Upon release from escrow, the Subscription Funds will be used for advancing new business opportunities, general corporate purposes and for working capital.

eXeBlock Technology Corporation:

The Company is incorporated in British Columbia and does not currently have any ongoing operations and has no material assets other than cash.

Except for statements of historical fact, all statements in this press release, including, but not limited to, statements regarding future plans, objectives and payments are forward-looking statements that involve various risks and uncertainties.

For more information about eXeBlock Technology Corporation, please contact:

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FORWARD LOOKING INFORMATION

This press release contains forward-looking statements and information that are based on the beliefs of management and reflect the Company’s current expectations. When used in this press release, the words “estimate”, “project”, “belief”, “anticipate”, “intend”, “expect”, “plan”, “predict”, “may” or “should” and the negative of these words or such variations thereon or comparable terminology are intended to identify forward-looking statements and information. The forward-

looking statements and information in this press release includes information relating to the Acquisition (including the structure of the Acquisition), the Transaction (including shareholder approval, shareholder support, and other terms), the Private Placement (including its completion and the use of proceeds from the Private Placement), the directors and management of the resulting issuer upon completion of the Transaction, and the implementation of eXeBlock's business plan. Such statements and information reflect the current view of the Company with respect to risks and uncertainties that may cause actual results to differ materially from those contemplated in those forward-looking statements and information. By their nature, forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause our actual results, performance or achievements, or other future events, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, the following risks: risks associated with the completion of the Transaction and matters relating thereto; and risks associated with the marketing and sale of securities, the need for additional financing, reliance on key personnel, the potential for conflicts of interest among certain officers or directors, and the volatility of the Company's common share price and volume. Forward-looking statements are made based on management's beliefs, estimates and opinions on the date that statements are made and the Company undertakes no obligation to update forward-looking statements if these beliefs, estimates and opinions or other circumstances should change. Investors are cautioned against attributing undue certainty to forward-looking statements.

There are a number of important factors that could cause the Company's actual results to differ materially from those indicated or implied by forward-looking statements and information. Such factors include, among others, risks related to eXeBlock's proposed business such as failure of the business strategy and government regulation; risks related to eXeBlock's operations, such as additional financing requirements and access to capital, reliance on key and qualified personnel, insurance, competition, intellectual property and reliable supply chains; risks related to eXeBlock and its business generally such as infringement of intellectual property rights and conflicts of interest. The Company cautions that the foregoing list of material factors is not exhaustive. When relying on the Company's forward-looking statements and information to make decisions, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. The Company has assumed a certain progression, which may not be realized. It has also assumed that the material factors referred to in the previous paragraph will not cause such forward-looking statements and information to differ materially from actual results or events. However, the list of these factors is not exhaustive and is subject to change and there can be no assurance that such assumptions will reflect the actual outcome of such items or factors. While the Company may elect to, it does not undertake to update this information at any particular time.

THE FORWARD-LOOKING INFORMATION CONTAINED IN THIS PRESS RELEASE REPRESENTS THE EXPECTATIONS OF THE COMPANY AS OF THE DATE OF THIS PRESS RELEASE AND, ACCORDINGLY, IS SUBJECT TO CHANGE AFTER SUCH DATE. READERS SHOULD NOT PLACE UNDUE IMPORTANCE ON FORWARD-LOOKING INFORMATION AND SHOULD NOT RELY UPON THIS INFORMATION AS OF ANY OTHER DATE. WHILE THE COMPANY MAY ELECT TO, IT DOES NOT UNDERTAKE TO UPDATE THIS INFORMATION AT ANY PARTICULAR TIME EXCEPT AS REQUIRED IN ACCORDANCE WITH APPLICABLE LAWS.